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**UNITED STATES DISTRICT COURT
SOUTHERN DISTRICT OF CALIFORNIA**

DAVID MEYER, et. al.

Case No.: 15-CV-2405-WVG

Plaintiff,

VS.

CAPITAL ALLIANCE GROUP, et. al.,

**PLAINTIFF'S CONTENTIONS
OF FACT AND LAW AND
PRETRIAL DISCLOSURES
UNDER FED. R. CIV. P.
26(A)(3)**

Defendants.

Hon. William V. Gallo
Trial: December 4, 2017, 9:00 am

PLAINTIFF'S CONTENTIONS OF FACT AND LAW

First Cause of Action

Violations of the Telephone Consumer Protection Act of 1991

(47 U.S.C. § 227(b)(1)(C).)

Legal Authority:

The TCPA makes it unlawful for any person to “use any telephone facsimile machine, computer, or other device to send an unsolicited advertisement to a

1 telephone facsimile machine.” 47 U.S.C. § 227(b)(1)(C). Therefore, the evidence
2 must show that Defendant:

- 3 1) to send via fax
4 2) an unsolicited advertisement
5 3) to a telephone facsimile machine.

6
7 In addition the following case authority is applicable:

8
9 1. A party is liable for faxes sent on its behalf by a third-party, see *In re Rules and*
10 *Regulations Implementing the TCPA*, 10 FCC Rcd. 12391, 12407 at para. 35
11 (1995). *Palm Beach Golf Center-Boca, Inc. v. Sarris*, 781 F.3d 1245, 1254-57
12 (11th Cir., 2015) (citing to Court-requested opinion letter from FCC), *Siding and*
13 *Insulation Co. v. Alco Vending, Inc.*, 822 F.3d 886, 891-898 (6th Cir., 2016).

14
15 2. Computer facsimile services are considered a “telephone facsimile machine”.
16 *Rules and Regulations Implementing the Telephone Consumer Protection Act of*
17 *1991*, 18 FCC Rcd. 14014, 14133 at para. 200

18
19 **Material Facts**

20 Defendants sent via facsimile fifty-four (54) unsolicited fax advertisements
21 to the telephone facsimile machines of Plaintiff Moser (6), Plaintiff Katz (41) and
22 Plaintiff DCM Properties (7) via their fax ad vendor Absolute Fax. Specifically,
23 Capital Alliance, though its CEO, Mr. Charanvattanakit, admits it hired a company
24 called Absolute Fax to send fax ads on its behalf. Mr. Charanvattanakit agrees that
25 he knew Absolute Fax would send fax advertisements for Capital Alliance Group.
26 Mr. Charanvattanakit admits Capital Alliance Group paid Absolute Fax to send the
27 fax ads. Mr. Charanvattanakit admits that Absolute Fax sent these fax ads. He
28 also admits that he did not discuss TCPA compliance with Absolute Fax. The

1 phone numbers on every one of the fax ads received by Plaintiffs forwards to
2 Capital Alliance Group via its telephone service Ringcentral.com. When the
3 Plaintiffs called the phone numbers on the facsimiles the calls rang to Capital
4 Alliance Group. Employees of Capital Alliance Group knew that Capital Alliance
5 Group was engaging in fax advertising. The facsimiles are for telemarketing
6 purposes as seen on the faces of the faxes.

7

8 **Second Cause of Action**

9 Violations of California Business and Professions Code § 17538.43

10 **Legal Authority:**

11 Subsection (b)(1) of the California Business and Professions Code section
12 17538.43 makes it unlawful, “for a person or entity, if either the person or entity or
13 the recipient is located within California, to use any telephone facsimile machine,
14 computer, or other device to send, or cause another person or entity to use such a
15 device to send, an unsolicited advertisement to a telephone facsimile machine.”
16 The elements are similar to the previous TCPA fax ad violation with the additional
17 element that the sender or recipient be located in California:

- 18 1) to send via fax, or to cause another person/entity to send via fax,
19 2) an unsolicited advertisement
20 3) to a telephone facsimile machine, and
21 4) sender or recipient must be located in California.

22
23 In addition the following case authority is applicable:

24
25 1. A party is liable for faxes sent on its behalf by a third-party, see *In re Rules and*
26 *Regulations Implementing the TCPA*, 10 FCC Rcd. 12391, 12407 at para. 35
27 (*Palm Beach Golf Center-Boca, Inc. v. Sarris*, 781 F.3d 1245, 1254-57

1 (11th Cir., 2015) (citing to Court-requested opinion letter from FCC), *Siding and*
2 *Insulation Co. v. Alco Vending, Inc.*, 822 F.3d 886, 891-898 (6th Cir., 2016).

3
4 2. Computer facsimile services are considered a “telephone facsimile machine”.
5 California Business and Professions Code § 17538.43

6
7 **Material Facts**

8 Defendants sent via facsimile fifty-four (54) unsolicited fax advertisements
9 to the telephone facsimile machines, which are located in California, of Plaintiff
10 Moser (6), Plaintiff Katz (41) and Plaintiff DCM Properties (7) via their fax ad
11 vendor Absolute Fax. Specifically, Capital Alliance, though its CEO, Mr.
12 Charanvattanakit, admits it hired a company called Absolute Fax to send fax ads
13 on its behalf. Mr. Charanvattanakit agrees that he knew Absolute Fax would send
14 fax advertisements for Capital Alliance Group. Mr. Charanvattanakit admits
15 Capital Alliance Group paid Absolute Fax to send the fax ads. Mr.
16 Charanvattanakit admits that Absolute Fax sent these fax ads. He also admits that
17 he did not discuss TCPA compliance with Absolute Fax. The phone numbers on
18 every one of the fax ads received by Plaintiffs forwards to Capital Alliance Group
19 via its telephone service Ringcentral.com. When the Plaintiffs called the phone
20 numbers on the facsimiles the calls rang to Capital Alliance Group. Employees of
21 Capital Alliance Group knew that Capital Alliance Group was engaging in fax
22 advertising. The facsimiles are for telemarketing purposes as seen on the faces of
23 the faxes.

24 **Third Cause of Action**

25 Violations of the Telephone Consumer Protection Act of 1991

26 (47 U.S.C. § 227(b)(1)(B).)

1 Legal Authority:

2 The TCPA makes it unlawful for any person to “to initiate any telephone call
3 to any residential telephone line using an artificial or prerecorded voice to deliver a
4 message without the prior express consent of the called party, unless the call is
5 initiated for emergency purposes, is made solely pursuant to the collection of a
6 debt owed to or guaranteed by the United States, or is exempted by rule or order by
7 the Commission under paragraph (2)(B).” 47 U.S.C. §227(b)(1)(B). The elements
8 relevant to this case are therefore:

- 9 1) make a call
10 2) using a prerecorded voice
11 3) to a number assigned to a residential telephone service.

12
13 In addition the following case authority is applicable:

14 See Agency Below

15
16 Material Facts

17 Defendants used their third party calling service, Message Communications,
18 to make telephone calls using a prerecorded voice to Plaintiff Moser’s residential
19 telephone service on four occasions. Specifically, Capital Alliance, though its
20 CEO, Mr. Charanvattanakit, admits it hired a company called Message
21 Communications to make calls on its behalf. Mr. Charanvattanakit agrees that he
22 knew Message Communications would make prerecorded phone calls for Capital
23 Alliance. Mr. Charanvattanakit admits Capital Alliance paid Message
24 Communications to make the calls. Mr. Charanvattanakit admits that Message
25 Communications made these calls. Mr. Ken Moser received four of these calls.
26 While the Caller ID was falsified and no company name was used in the
27 prerecorded portion of the call to try to evade liability, Mr. Moser played along
28 with two of the calls and after answering a few prerecorded “push 1 if you are

1 interested” type automated queries, he was connected to a sales representative
2 working for Capital Alliance Group. After the calls wherein Mr. Moser faked
3 interest to determine the identity of the caller, Capital Alliance Group sent him
4 follow up e-mails identifying themselves as the caller. One of those e-mails even
5 states that it is from the desk of Defendant Mark Mendoza.

6

7 **Fourth Cause of Action**

8 Violations of 47 C.F.R. § 64.1200(b)(1) for initiating telephone using a
9 artificial or pre-recorded voice to deliver a message without identifying the entity
10 responsible for the call.

11

12 **Legal Authority:**

13 At this time based on the Court’s tentative ruling Plaintiff believes it is
14 likely that this cause of action will be dismissed. As such Plaintiff will amend this
15 Memorandum should the Court not dismiss this cause of action.

16

17 **Fifth Cause of Action**

18 Violations of 47 C.F.R. § 64.1200(b)(2) for initiating telephone calls using a
19 artificial or pre-recorded voice to deliver a message without identifying the
20 telephone number of the entity responsible for the call.

21

22 **Legal Authority:**

23 At this time based on the Court’s tentative ruling Plaintiff believes it is
24 likely that this cause of action will be dismissed. As such Plaintiff will amend this
25 Memorandum should the Court not dismiss this cause of action.

26 ///

27

28 ///

Sixth Cause of Action

Violations of 47 C.F.R. § 64.1601(e)

Legal Authority:

The Code of Federal Regulations relevant to the TCPA requires that any “person or entity that engages in telemarketing [] must transmit caller identification information.” 47 C.F.R. § 64.1601(e). That Caller ID information must include the phone number and, if possible, the name of the caller or seller on whose behalf the caller is working, and Caller ID cannot be blocked. 47 C.F.R. § 64.1601(e)(1-). Therefore, the uncontested evidence for a violation must show that Defendant:

- 1) was engaged in telemarketing, and
 - a) did not transmit accurate Caller ID information, or
 - b) blocked the transmission of Caller ID information

In addition the following case authority is applicable:

1. 47 C.F.R. § 64.1601(e) does in fact grant a private right of action.

Material Facts

Defendants used their third party calling service, Message Communications, to make telemarketing telephone calls to Plaintiff Moser’s residential telephone service on four occasions without transmitting their caller identification information on any of the calls. Specifically, Plaintiff Moser did not see Capital Alliance Groups information or number on the caller ID for his residential line. While the Caller ID was falsified and no company name was used in the prerecorded portion of the call to try to evade liability, Mr. Moser played along with two of the calls and after answering a few prerecorded “push 1 if you are interested” type automated queries, he was connected to a sales representative working for Capital Alliance Group. After the calls wherein Mr. Moser faked

1 interest to determine the identity of the caller, Capital Alliance Group sent him
2 follow up e-mails identifying themselves as the caller. One of those e-mails even
3 states that it is from the desk of Defendant Mark Mendoza

4

5 **Seventh Cause of Action**

6 Violations of California Business and Profession Code §1770(a)(22)(A)

7 **Legal Authority:**

8 California Business and Profession Code §1770(a)(22)(A) includes
9 violations for initiating telephone calls to a California telephone number using a
10 pre-recorded message without introduction by a live natural voice providing the
11 name of the entity calling, the name of the entity being represented, an address or
12 phone number for that entity, and asking permission to play the recording.

13 Therefore, the evidence must show that Defendant:

- 14 1) make a call;
15 2) to a California telephone number
16 3) using a prerecorded voice;
17 4) without introduction by a live natural voice;
18 5) providing the name of the entity calling, the name of the entity being
19 represented, an address or phone number for that entity;
20 6) asking permission to play recording;

21
22 In addition the following case authority is applicable:

- 23
24 1. A party just needs to suffer “any injury” to meet the standing requirement under
25 §1770(a)(22)(A). See California Business and Profession Code §1780, *Meyer v.*
26 *Sprint Spectrum L.P.*, 45 Cal.4th 634, 640 (2009).

1 2. Annoyance or inconvenience can be an injury. Cal. Civ. Code § 3281; *Spokeo,*
2 *Inc. v. Robins*, 136 S. Ct. 1540 (2016)

3

4 Material Facts

5 Defendants used their third party calling service, Message Communications,
6 to make telephone calls using a prerecorded voice to Plaintiff Moser's California
7 telephone service on four occasions without introduction by a live voice, or
8 providing any required information, and not asking permission to play the
9 message. Specifically, Capital Alliance, though its CEO, Mr. Charanvattanakit,
10 admits it hired a company called Message Communications to make calls on its
11 behalf. Mr. Charanvattanakit agrees that he knew Message Communications
12 would make prerecorded phone calls for Capital Alliance. Mr. Charanvattanakit
13 admits Capital Alliance paid Message Communications to make the calls. Mr.
14 Charanvattanakit admits that Message Communications made these calls. Mr. Ken
15 Moser received four of these calls. While the Caller ID was falsified and no
16 company name was used in the prerecorded portion of the call to try to evade
17 liability, Mr. Moser played along with two of the calls and after answering a few
18 prerecorded "push 1 if you are interested" type automated queries, he was
19 connected to a sales representative working for Capital Alliance Group. After the
20 calls wherein Mr. Moser faked interest to determine the identity of the caller,
21 Capital Alliance Group sent him follow up e-mails identifying themselves as the
22 caller. One of those e-mails even states that it is from the desk of Defendant Mark
23 Mendoza. Defendants were offering services to facilitate bringing together
24 borrowers and lenders and were not offering loans of their own. Defendants do not
25 have a California broker number required to broker loans in California.

26 ///

27

28 ///

1 **Eight Cause of Action**

2 Violations of California Business and Profession Code §17200 for unfair or
3 fraudulent business practices for the violations alleged in the other causes of
4 action.

5

6 **Legal Authority:**

7 At this time based on the Court's tentative ruling Plaintiff believes it is likely
8 that this cause of action will be dismissed. As such Plaintiff will amend this
9 Memorandum should the Court not dismiss this cause of action.

10

11 **Ninth Cause of Action**

12 California common law trespass to chattel.

13

14 **Legal Authority:**

15 At this time based on the Court's tentative ruling Plaintiff believes it is likely that
16 this cause of action will be dismissed. As such Plaintiff will amend this
17 Memorandum should the Court not dismiss this cause of action.

18

19 **Tenth Cause of Action**

20 California common law conversion.

21

22 **Legal Authority:**

23 At this time based on the Court's tentative ruling Plaintiff believes it is likely
24 that this cause of action will be dismissed. As such Plaintiff will amend this
25 Memorandum should the Court not dismiss this cause of action.

26 In addition the following case authority is applicable:

27

28 ///

Eleventh Cause of Action

Civil conspiracy

General conspiracy is not a cause of action. It was included by Plaintiffs' prior counsel simply to highlight the agency relationships between the Defendants. While this point could have been drafted in a clearer fashion, it highlights the agency aspects of the case, but is not a separate cause of action.

Agency as to Capital Alliance Group/Capital Alliance Partners

Third Cause of Action through Tenth Cause of Action

Legal Authority:

The FCC has ruled that although “a seller does not generally ‘initiate’ calls made through a third-party telemarketer within the meaning of the TCPA, it nonetheless may be held vicariously liable under federal common law principles of agency for violations of either section 227(b) or section 227(c) that are committed by third-party telemarketers.” *In re DISH Network, LLC*, 28 FCC Rcd. 6574, 6574 (2013). The Ninth Circuit Court of Appeals has affirmed this ruling and accorded it *Chevron* deference. *Gomez v. Campbell-Ewald Co.*, 768 F. 3d 871, 877-79 (9th Cir., 2014), *aff’d*, 136 S.Ct. 663 (2016).

The FCC further instructed that federal courts should turn to the federal common law of agency, and that vicarious liability under the TCPA could be established by “a broad range of agency principles, including not only formal agency, but also principles of apparent authority and ratification.” *In re DISH Network, LLC*, 28 F.C.C. Rcd. 6574, 6584, *see also, Thomas v. Taco Bell Corp.*, 582 Fed.Appx. 678, 679 (9th Cir., 2014) (unpublished). Under the Restatement there are three kinds of authority: actual authority, apparent authority, and implied or express ratification after the fact. Restatement (Third) of Agency §§ 2.01, 3.01, 4.01(Am. Law Inst. 2006). *Cmtv. for Creative Non-Violence v. Reid*, 490 U.S. 730, 752 n.31 (1989). In addition a reckless decision to use anyone with a call

1 center without any vetting or meaningful supervision demonstrates a disregard for
2 the consuming public and can prove agency. *United States of America et al. v.*
3 *Dish Network LLC*, 2017 WL 2427297, *135 (C.D. Ill. 2017)

4

5 **Material Facts**

6 Capital Alliance Group paid Message Communications to transmit
7 prerecorded messages not once but twice, so they clearly knew what Message
8 Communications was doing after the first payment and manifested assent to the
9 prior acts by making a second payment. When Capital Alliance Group received
10 informal complaints and then was sued for illegal marketing, Mr. Charanvattanakit
11 testified that he, as CEO, thought the complaints were “crazy” and did not make
12 any attempt to contact or discuss them with Message Communications. Capital
13 Alliance clearly ratified Message communications making of the calls after the fact
14 by both their conduct and failure to check up even after being formally sued.
15 Capital Alliance Group has no written contract with Message Communications to
16 evidence a TCPA compliance requirement. Mr. Charanvattanakit admits he did
17 not recall any such term being material or discussed. Mr. Charranvattanakit only
18 states that at the time of the deposition long after the calls were made that he hoped
19 or believed but did not know Message Communications was making TCPA
20 compliant calls.

21

22

23 **Personal Liability of The corporate officers of Capital Alliance Group/Capital**

24 **Alliance Partners**

25 As to All Causes of Action

26 **Legal Authority:**

27 The Federal Communications Act of 1931, of which the TCPA is a part, puts
28 primary liability on the personal officer or actor and only reaches corporate

1 liability through a simplified version of *respondeat superior*. “[T]he act, omission,
 2 or failure of any officer, agent, or other person acting for or employed by any
 3 common carrier or user, acting within the scope of his employment, shall in every
 4 case be also deemed to be the act, omission, or failure of such carrier or user as
 5 well as of that person.” 47 U.S.C. § 217 [emphasis added]. “[A]n officer may be
 6 personally liable under the TCPA if he had direct, personal participation in or
 7 personally authorized the conduct found to have violated the statute, and was not
 8 merely tangentially involved. Individuals who directly . . . violate the TCPA
 9 should not escape liability solely because they are corporate officers.” *Texas v.*
 10 *American Blast Fax, Inc.*, 164 F. Supp. 2d 892, 898 (W.D. Tex. 2001). “Officers of
 11 a corporation are personally liable for tortious conduct of the corporation if they
 12 personally took part in the commission of the tort or specifically directed other
 13 officers, agents, or employees of the corporation to commit the tortious act. . .
 14 [T]he courts found [individual liability] based on well-developed facts of the
 15 defendant's participation such as defendant being the sole stockholder, electing the
 16 board of directors, standing to benefit from the infringement, being the
 17 incorporator, promoting the infringing product, and designing the infringing
 18 product.” *Monsanto Co. v. Hill*, 2004 WL 4996339, *8 (E.D. Mo., 2004)
 19 (unpublished).

21 Material Facts

22 Mr. Charanvattanakit is the CEO of Capital Alliance Group and had
 23 personal participation in and personally ordered and authorized all of the illegal
 24 conduct above. Mr. Charanvattanakit was the person who hired Messaging
 25 Communications and Absolute Fax to operate on behalf of Capital Alliance Group.
 26 He is the officer who paid these two companies for their services. He knew that
 27 absolute fax was sending unsolicited facsimiles. Mr. Charanvattanakit hired Ring
 28 Central, which forwarded the calls to every toll free number on the fax ads to

Capital Alliance Group. Even if he did not know about the TCPA violations originally, after he was put on notice by complaints and lawsuits, he did nothing to stop Absolute Fax and Message Communications. In fact, Capital Alliance Group benefited from these fax ads and telemarketing calls by getting leads and clients. Based on the above, Narin Charanvattanakit had personal participation in and personally authorized all of the illegal prerecorded calls and unsolicited fax ads and therefore is liable for these corporate actions of Capital Alliance Group.

Mark Mendoza is the CFO of Capital Alliance. While not engaging in the conduct with the same directness of Narin Charanvattanakit, Mark Mendoza should none the less be found liable for the illegal actions of Capital Alliance. As CFO, Mr. Mendoza is responsible for the corporate finances. However, he willfully looked the other way while his partner, Mr. Charanvattanakit used cash payments through western union to pay for illegal advertising. There is no evidence of Mark Mendoza questioning these highly irregular overseas cash wire transfers. Mr. Mendoza also took no action to discover how Mr. Charanvattanakit was using advertising after costly lawsuit piled upon lawsuit.

Willful and knowing violations of TCPA/California Business and Profession Code

As to the First, Second, Third, and Sixth of Action

Legal Authority:

Each of the laws at issue in this case provide for trebled damages for willful and knowing violations of the TCPA and California code. 47 U.S.C. § 227(b)(3), (c)(5); Cal. B&P §17538.43(b)(2). While the TCPA does not define any standard for whether a violation was “willfully or knowingly” made, other parts of the Federal Communications Act of 1931, which the TCPA amends, do define these terms as intent only to do the act done, not intent to violate the law:

1 “The term “willful”, when used with reference to the commission or omission of
 2 any act, means the conscious and deliberate commission or omission of such act,
 3 irrespective of any intent to violate any provision of this chapter or any rule or
 4 regulation...” 47 U.S.C. § 312(f) (providing for sanctions for improper obtaining
 5 or use of a radio transmission license). This comports with standard definitions like
 6 Black’s Law Dictionary: ‘Proceeding from a conscious motion of the will;
 7 intending the result which actually comes to pass . . . In common parlance,
 8 ‘willful’ is used in the sense of ‘intentional,’ as distinguished from ‘accidental’ or
 9 ‘involuntary.’” Black’s Law Dictionary (2nd ed. 1910) (available at
 10 <http://thelawdictionary.org/willful/>).

11 Therefore, Plaintiff suggests that the standard for “willful” or “knowing”
 12 does not rise to the level of *scienter*, or knowledge of the wrongness of the act,
 13 merely that the caller deliberately and intentionally meant to fax or call the
 14 recipient. “Although neither the TCPA nor the FCC regulations define the terms
 15 ‘willfully or knowingly’, courts have generally interpreted willfulness to imply
 16 only that an action was intentional.” *Sengenberger v. Credit Control Servs.*, 2010
 17 WL 1791270 (N.D. Ill., 2010), *citing, Smith v. Wade*, 461 U.S. 30, 41 n. 8 (1983);
 18 *see also, Charvat v. Ryan*, 116 Ohio St. 3d 394, 2007 Ohio 6833, 879 N.E.2d 765,
 19 770-771 (Ohio 2007) (knowledge of the law not required to find either a willful or
 20 knowing violation). This interpretation comports with the rest of the TCPA-related
 21 regulations that allow exemptions from liability for simple mistakes or the
 22 occasional call that might accidentally slip through proper compliance procedures.
 23 *See, e.g.*, 47 C.F.R. § 64.1200(c)(2)(i) (safe harbor for companies that can prove
 24 proper Do-Not-Call List compliance procedures).

25
 26 Material Facts

27 In this case Mr. Charanvattanakit, and therefore Capital Alliance Group,
 28 knew it was causing the illegal faxes and prerecorded calls to be transmitted to the

1 general public. Narin Charanvattanakit paid Absolute Fax and Message
2 Communications to send faxes and make calls to the general public. Mark
3 Mendoza knew of the illegal public marketing or, at best, intentionally kept
4 himself willfully ignorant of it, and did nothing to stop it. All of the faxes and calls
5 were advertisements to the general public, not to any one particular recipient and
6 therefore were not accidental transmissions to the wrong party. They all reached
7 their intended recipient, the general public. Since the officers and co-owners of
8 Capital Alliance Group were acting on behalf of Capital Alliance Group in having
9 the calls and fax ads made, Capital Alliance Group transmitted the calls and fax
10 ads willfully and knowingly.

Counterclaims and Affirmative Defenses

Defendants did not assert any counterclaims. Defendants asserted fifteen affirmative defenses.

As to all Affirmative Defenses

Legal Authority:

There are only two recognized affirmative defenses to TCPA causes of action: 1) prior express consent, and 2) established business relationship. 47 C.F.R § 64.1200(a)(4)(i-iii) (established business relationship for faxes); 47 C.F.R § 64.1200(a)(4)(iv) (prior express consent for faxes); 47 C.F.R § 64.1200(a)(3) (prior express written consent for prerecorded call to residential line); [no established business relationship defense for prerecorded call to residential line]. No other affirmative defenses to the TCPA have ever been recognized by the Ninth Circuit, Supreme Court, nor any other court with binding authority. Jurisdictional attacks are not affirmative defenses and must be raised by motion. See, F.R.C.P. 12(b). A claim that there is a defect in plaintiff's prima facie case is a negative defense, not an affirmative defense. *Zivkovic v. S. California Edison Co.*, 302 F.3d

1 1080, 1088 (9th Cir.2002) ("A defense which demonstrates that plaintiff has not
 2 met its burden of proof as to an element plaintiff is required to prove is not an
 3 affirmative defense."); see also, In re Rawson Food Serv., Inc., 846 F.2d 1343,
 4 1349 (11th Cir. 1988) ("A defense which points out a defect in the plaintiff's prima
 5 facie case is not an affirmative defense."). Defendants 1st, 3rd, 4th, 9th, 10th, 12th,
 6 14th, 16th, and 17th so-called affirmative defense try to claim defenses other than
 7 the two recognized affirmative defenses and are therefore not allowed by law.
 8 (The 12th affirmative defense is a reservation of rights and not even a defense at
 9 all). Defendants' 2nd, 7th, 11th, 13th, and 15th so-called affirmative defenses are
 10 mere attacks on Plaintiffs' prima facie case and are in actuality negative defenses,
 11 not affirmative defenses. Defendants' 5th, 6th, and 8th affirmative defenses are the
 12 only actual affirmative defenses, claiming established business relationship and
 13 "good faith belief Plaintiffs had consented". Plaintiffs note that good faith belief is
 14 irrelevant, the TCPA requires consent to be actual and in writing, not mere fluffy
 15 beliefs. 47 C.F.R § 64.1200(a)(4)(iv), 47 C.F.R § 64.1200(a)(3). Plaintiff will file
 16 a motion in limine to strike all affirmative defenses other than the 5th, 6th, and 8th,
 17 and will make contentions of fact and law to those below. In the event any part of
 18 the motion in limine to strike affirmative defense is overruled Plaintiffs will
 19 expeditiously amend this memorandum as appropriate.

20

21 **Fifth Affirmative Defense**

22 Consent

23 **Legal Authority:**

24 Prior express consent is an affirmative defense to the TCPA/California
 25 Business and Profession Code violations. 47 C.F.R. § 64.1200(a)(4)(iv). This
 26 consent is express consent, so believing that there is consent does not meet the
 27 requirements for this defense. 47 C.F.R. § 64.1200(a)(4)(iv).

1 Material Facts

2 The Defendants did not have express consent to call or fax the Plaintiffs.

4 **Sixth and Eight Affirmative Defense**

5 Established Business Relationship

6 Legal Authority:

7 There is no defense for established business relationship for pre-recorded
8 telephone calls made in this case, and the Defendants did not allege this affirmative
9 defense against the facsimiles. *In the Matter of Rules and Regulations*
10 *Implementing the Telephone Consumer Protection Act of 1991*, 27 FCC Rcd. 1830,
11 1846 ¶39 (2012).

13 Material Facts

14 The Defendants have not established business relationship defense to the
15 calls.

17 **PRETRIAL DISCLOSURES UNDER FED. R. CIV. P. 26(A)(3)**

19 In accordance with FED. R. CIV. P. 26(A)(3) the Plaintiff makes the following
20 pretrial disclosures

22 Exhibits

23 Plaintiffs expect to offer at trial all of the following exhibits excluding exhibits
24 solely for impeachment purposes are attached to this document as attachment A.

26 Witness list

27 Plaintiffs expect to call at trial all of the following witnesses listed in attachment B
28 to this document.

DATED: October 11, 2017

PRATO & REICHMAN, APC

/s/Justin Prato, Esq
By: Justin Prato, Esq.
Prato & Reichman, APC
Attorneys for Plaintiffs

1 Attachment 1
 2
 3

Case Title; DAVID MEYER, et. al.v. CAPITAL ALLIANCE GROUP, et. al.
 Case No; 15-CV-2405-WVG

4 LIST OF EXHIBITS
 5

6 NUMBER DATE MARKED DATE ADMITTED DESCRIPTION

7 1			Facsimile received by DMC Properties Inc
9 2			Facsimile received by DMC Properties Inc
10 3			Facsimile received by DMC Properties Inc
11 4			Facsimile received by DMC Properties Inc
15 5			Facsimile received by DMC Properties Inc
17 6			Facsimile received by DMC Properties Inc
19 7			Facsimile received by DMC Properties Inc
20 8			Facsimile received by Kenneth Moser
22 9			Facsimile received by Kenneth Moser
24 10			Facsimile received by Kenneth Moser
26 11			Facsimile received by Kenneth Moser

12		Facsimile received by Kenneth Moser
13		Facsimile received by Kenneth Moser
14		Facsimile received by Arnie Katz
15		Facsimile received by Arnie Katz
16		Facsimile received by Arnie Katz
17		Facsimile received by Arnie Katz
18		Facsimile received by Arnie Katz
19		Facsimile received by Arnie Katz
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23		Facsimile received by Arnie Katz
24		Facsimile received by Arnie Katz
25		Facsimile received by Arnie Katz

1	26		Facsimile received by Arnie Katz
2	27		Facsimile received by Arnie Katz
3	28		Facsimile received by Arnie Katz
4	29		Facsimile received by Arnie Katz
5	30		Facsimile received by Arnie Katz
6	31		Facsimile received by Arnie Katz
7	32		Facsimile received by Arnie Katz
8	33		Facsimile received by Arnie Katz
9	34		Facsimile received by Arnie Katz
10	35		Facsimile received by Arnie Katz
11	36		Facsimile received by Arnie Katz
12	37		Facsimile received by Arnie Katz
13	38		Facsimile received by Arnie Katz
14	39		Facsimile received by Arnie Katz

1	40		Facsimile received by Arnie Katz
2	41		Facsimile received by Arnie Katz
3	41		Facsimile received by Arnie Katz
4	43		Facsimile received by Arnie Katz
5	44		Facsimile received by Arnie Katz
6	45		Facsimile received by Arnie Katz
7	46		Facsimile received by Arnie Katz
8	47		Facsimile received by Arnie Katz
9	48		Facsimile received by Arnie Katz
10	49		Facsimile received by Arnie Katz
11	50		Facsimile received by Arnie Katz
12	51		Facsimile received by Arnie Katz
13	52		Facsimile received by Arnie Katz
14	53		Facsimile received by Arnie Katz

1	54		Facsimile received by Arnie Katz
2	55		Email from Capital Alliance Group to Moser
3	56		Email from Capital Alliance Group to Moser
4	57		Email from Capital Alliance Group to Moser
5	58		Email from Capital Alliance Group to Moser
6	59		Email from Capital Alliance Group to Moser
7	60		Email from Capital Alliance Group to Moser
8	61		Email from Capital Alliance Group to Moser
9	62		Email from Capital Alliance Group to Katz
10	63		Attachments to Moser Emails
11	64		Phone.com Call Logs relied on by expert
12	65		Ring central Call Logs relied on by expert
13	66		Picture of Caller ID for Moser
14	67		Picture of Caller ID for Moser
15	68		Easton Call Logs relied by expert
16	69		State of Indiana Complaint against Defendants

1	70		State of Indiana Consent Decree against Defendants
2	71		Web printouts for Zoomcap.com
3	72		Myfax billing statements for Moser
4	73		DCM Properties vantage Billing Statements
5	74		Cox Phone Billing Records Katz
6	75		Efax Billing Records Katz
7	76		Email from Capital Alliance Group to Katz
8	77		Calls Notes created by Moser
9	78		Calls Notes created by Moser
10	79		Jeff Hanson Resume
11	80		Deposition of Charanvattanakit
12	81		Deposition of Charanvattanakit in Bee, Denning case
13	82		Easton Call Logs
14	83		Defendant Response to Plaintiff RFA
15	84		Defendant Response to Plaintiff RFP
16	85		Defendant Response to Plaintiff Interrogatories

Attachment 2

WITNESSES

The lists of Plaintiff's and Defendant's witnesses are as follows:

A. PLAINTIFF'S WITNESSES

Non-Expert Witnesses Plaintiff Expects to Call at Trial

WITNESS	CONTACT INFORMATION
Kenneth Moser	Via Prato & Reichman, 8555 Aero Drive, Suite 303, San Diego CA 92123
Arnie Katz	Via Prato & Reichman, 8555 Aero Drive, Suite 303, San Diego CA 92123
David Meyer	Via Prato & Reichman, 8555 Aero Drive, Suite 303, San Diego CA 92123
Narin Charanvattanakit	1950 East Seventeenth Street, Third Floor, Santa Anna, CA 92705
Mark Mendoza	1950 East Seventeenth Street, Third Floor, Santa Anna, CA 92705
Christine Duncan	Appearance by stipulation
Justine Crane	Appearance by stipulation

1 Expert Witnesses Plaintiff Expects to Call at Trial

2 WITNESS Contact information

3 Jeffery Hanson 2625 King View Circle, Spring Valley, CA 91977

4 Qualifications

5 IT certified professional with over twenty years experience and extensive
6 experience in the realm of computer electronic forensics.

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8 Substance of Testimony

9 Mr. Hanson will testify that the phone numbers listed on the Fax exhibits ring to
10 phone numbers belonging to Capital Alliance Group.

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2 **CERTIFICATE OF SERVICE**
3

4 I hereby certify that the above and foregoing instrument was served upon all
5 counsel of record in the above entitled and numbered cause on the date listed
6 below.
7

8 X Via ECF
9

10 Gene S. Stone, Esq.
11 gstone@homan-stone.com
12 HOMAN & STONE
13 12 North Fifth Street
14 Redlands, CA 92373

15 DATED: October 11, 2017

16 **PRATO & REICHMAN, APC**
17

18 /s/Justin Prato, Esq
19 By: Justin Prato, Esq.
20 **Prato & Reichman, APC**
21 Attorneys for Plaintiffs
22